

February 27, 1975

SENATOR SYAS: As I recall the testimony, no. As I recall.

SENATOR CAVANAUGH: . . . will not generate sufficient revenue to meet its interest and principle obligations on its dormitories?

SENATOR SYAS: As I recall the testimony the answer is no.

SENATOR CAVANAUGH: And to each state college, is that also true of each state college?

SENATOR SYAS: As I recall the testimony the answer is no they will not.

SENATOR CAVANAUGH: They will not meet their obligations this year?

SENATOR SYAS: Right.

SENATOR CAVANAUGH: Alright. If we were to pass this, this would not go on the ballot until '76. Is that right?

SENATOR SYAS: That's correct.

SENATOR CAVANAUGH: So they will be in default this year . . .

SENATOR SYAS: Pardon.

SENATOR CAVANAUGH: Was the testimony that the University of Nebraska will be in default this year?

SENATOR SYAS: No.

SENATOR CAVANAUGH: And the state colleges will be in default this year?

SENATOR SYAS: The state colleges are in more trouble than the University of Nebraska.

SENATOR CAVANAUGH: Back to Mr. Johnson for a minute.

SENATOR SYAS: The University of Nebraska is a borderline case, shall I say that. The state colleges are not borderline. They are in trouble.

SENATOR CAVANAUGH: Did Mr. Johnson testify that the University of Nebraska cannot meet its obligations this year?

SENATOR SYAS: I don't think he did.

SENATOR CAVANAUGH: Did Mr. Johnson address himself to any testimony regarding the University of Nebraska? Their financial situation?

SENATOR SYAS: Well, yes. I think, as Senator Dworak said, just in a general manner, not specific.

SENATOR CAVANAUGH: His testimony was directed at representing the bonding house?